

## Class VI UIC Financial Responsibility Demonstration

This submission is for:

Project ID: R09-CA-0003

Project Name: CTV Elk Hills A1-A2

Current Project Phase: Pre-Injection Prior to Construction

### Cost Estimates

Company providing estimates: EPA - Cost Estimation Tool with Inflation

Cost of each phase: Date of Third-Party Estimate:

Corrective Action on Deficient Wells: \$0.00 1/1/2021

Plugging Injection Well: \$193,669.00 1/1/2021

Post-Injection Site Care and Site Closure: \$22,760,143.00 1/1/2021

Emergency and Remedial Response: \$27,299,183.00 1/1/2021

Total Cost Estimate: \$50,252,995.00

Year of Dollars: 2021

Cost Estimate File: [https://epa.velo.pnnl.gov/alfresco/service/velo/getFile/no\\_wiki/shared/Submissions/R09-CA-0003/Phase1-PreConstruction/FinancialResp-08-30-2021-1615/FR--Cost--Estimation--2021.xlsx](https://epa.velo.pnnl.gov/alfresco/service/velo/getFile/no_wiki/shared/Submissions/R09-CA-0003/Phase1-PreConstruction/FinancialResp-08-30-2021-1615/FR--Cost--Estimation--2021.xlsx)

Additional Cost Information: [https://epa.velo.pnnl.gov/alfresco/service/velo/getFile/no\\_wiki/shared/Submissions/R09-CA-0003/Phase1-PreConstruction/FinancialResp-08-30-2021-1615/Financial--Responsibility--Cost--Estimates--Description.pdf](https://epa.velo.pnnl.gov/alfresco/service/velo/getFile/no_wiki/shared/Submissions/R09-CA-0003/Phase1-PreConstruction/FinancialResp-08-30-2021-1615/Financial--Responsibility--Cost--Estimates--Description.pdf)

### Trust Fund

### Surety Bond

### Letter of Credit

Number of Letter of Credit Instruments: 1

#### Letter of Credit #1

Proof of Third Party Financial Strength

Using credit ratings to prove financial strength: Yes

Name of Issuing Institution: California Resources Corporation

Credit Rating: B1 (Stable)

Rating Date: 12/1/2020

Company Issuing Rating: Moody's

Phases Covered by Instrument:

Corrective Action on Deficient Wells

Plugging Injection Well

Post-Injection Site Care and Site Closure

Total Cost of Selected Phases: \$22,953,812.00

Using more than one instrument to cover a single phase: No

Value of Instrument: \$23,147,481.00

Instrument Language

Standby Trust

Has a standby trust been established: No

Instrument File: [https://epa.velo.pnnl.gov/alfresco/service/velo/getFile/no\\_wiki/shared/Submissions/R09-CA-0003/Phase1-PreConstruction/FinancialResp-08-30-2021-1615/Financial--Responsibility--Letter--of--Credit.pdf](https://epa.velo.pnnl.gov/alfresco/service/velo/getFile/no_wiki/shared/Submissions/R09-CA-0003/Phase1-PreConstruction/FinancialResp-08-30-2021-1615/Financial--Responsibility--Letter--of--Credit.pdf)

### Third Party Insurance

Number of Third Party Insurance Instruments: 1

#### Third Party Insurance #1

Proof of Third Party Financial Strength

Using credit ratings to prove financial strength: Yes

Name of Issuing Institution: California Resources Corporation

Credit Rating: B1 (Stable)

Rating Date: 12/1/2020

Company Issuing Rating: Moody's

Describe: Policy will be active prior to the commencement of injection.

Describe: Policy will expire after injection cease.

Phases Covered by Instrument:

Emergency and Remedial Response

Total Cost of Selected Phases: \$27,299,183.00

Using more than one instrument to cover a single phase: No

Value of Instrument: \$27,299,183.00

Instrument Language

Instrument File: [https://epa.velo.pnnl.gov/alfresco/service/velo/getFile/no\\_wiki/shared/Submissions/R09-CA-0003/Phase1-PreConstruction/FinancialResp-08-30-2021-1615/Financial--Responsibility--Insurance--Description.pdf](https://epa.velo.pnnl.gov/alfresco/service/velo/getFile/no_wiki/shared/Submissions/R09-CA-0003/Phase1-PreConstruction/FinancialResp-08-30-2021-1615/Financial--Responsibility--Insurance--Description.pdf)

## **Escrow Account**

## **Self Insurance**

Is Self Insurance Used as a Financial Instrument: No

## **Other Instrument**

## **Notifications**

## **Complete Submission**

Authorized submission made by: Travis Hurst

For confirmation a read-only copy of your submission will be emailed to: [travis.hurst@crc.com](mailto:travis.hurst@crc.com)